



## Financial Assistance Award

### DENALI COMMISSION

510 "L" Street, Suite 410  
Anchorage, Alaska 99501  
(907) 271-1414 (phone)  
(907) 271-1415 (fax)  
www.denali.gov

Authority  
112 Stat 1854

CFDA Number  
90.100

Denali Commission Finance  
Officer Certification

Award Number

367-08

Award Title

Chenega Bay Community Roads  
Construction

Performance Period

December 1, 2007 – March 31, 2009

Authorizing Resolution

FY 07 Work Plan - Transportation

#### Recipient Organization & Address

Mr. Pete Kompkoff, President  
Chenega IRA Council  
P.O. Box 8079

Chenega Bay, AK 99574-8079

Phone: (907) 573-5132

Fax: (907) 573-5120

Email: chenegaira@yahoo.com

Recipient DUNS # 15-180-4304

TIN # 92-0074435

#### Cost Share Distribution Table

Accounting Code	Denali Commission	Other Contributors	Total
SAFETEA-LU Section 1960	\$1,200,000		\$1,200,000
State of Alaska General Fund Match		\$108,360	\$108,360
Chenega IRA Council - BIA High Priority Improvements Funding, FHWA Funds		\$2,000,000	\$2,000,000
<b>Total</b>	<b>\$1,200,000</b>	<b>\$2,108,360</b>	<b>\$3,308,360</b>

This Financial Assistance Award approved by the Federal Co-Chair of the Denali Commission is issued in duplicate and constitutes an obligation of federal funding. By signing these documents, the Recipient agrees to comply with the Award provisions indicated below and attached. Upon acceptance by the Recipient, a signed Award document shall be returned to the Federal Co-Chair of the Denali Commission and the Recipient shall retain the other document. If not signed and returned without modification by the Recipient within 30 days of receipt, the Federal Co-Chair may unilaterally terminate this Award.

- ☒ Special Award Conditions and Attachments  
☐ Line Item Budget  
☒ OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations  
(<http://www.whitehouse.gov/omb/circulars/a133/a133.html>)

#### Administrative Requirements (check one)

- ☒ OMB Circular A-102, Grants and Cooperative Agreements with State and Local Governments  
(<http://www.whitehouse.gov/omb/circulars/a102/a102.html>)  
☐ 2 CFR Part 215, Uniform Administrative Requirements for Grants and Agreements with Institutions of Higher Education, Hospitals, and Other Nonprofit Organizations (OMB Circular A-110)  
([http://www.access.gpo.gov/nara/cfr/waisidx\\_05/2cfr215\\_05.html](http://www.access.gpo.gov/nara/cfr/waisidx_05/2cfr215_05.html))

#### Cost Principles (check one)

- ☒ OMB Circular A-87, Cost Principles for State, Local and Indian Tribal Governments  
([www.whitehouse.gov/omb/circulars/a087/a087-all.html](http://www.whitehouse.gov/omb/circulars/a087/a087-all.html))  
☐ OMB Circular A-122, Cost Principles for Nonprofit Organizations  
([www.whitehouse.gov/omb/circulars/a122/a122.html](http://www.whitehouse.gov/omb/circulars/a122/a122.html))  
☐ OMB Circular A-21, Cost Principles for Educational Institutions  
(<http://www.whitehouse.gov/omb/circulars/a021/a021.html>)  
☐ 48 CFR 31.2, Contracts with Commercial Organizations

Signature of Authorized Official - Denali Commission

Typed Name and Title

George J. Cannelos, Federal Co-Chair

Date

2/18/08

Signature of Authorized Official - Chenega IRA Council

Typed Name and Title

Pete Kompkoff, President

Date

2-22-08

## ASSURANCES - CONSTRUCTION PROGRAMS

Public reporting burden for this collection of information is estimated to average 15 minutes per response, including time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. Send comments regarding the burden estimate or any other aspect of this collection of information, including suggestions for reducing this burden, to the Office of Management and Budget, Paperwork Reduction Project (0348-0042), Washington, DC 20503.

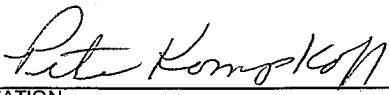
PLEASE DO NOT RETURN YOUR COMPLETED FORM TO THE OFFICE OF MANAGEMENT AND BUDGET.  
SEND IT TO THE ADDRESS PROVIDED BY THE SPONSORING AGENCY.

NOTE: Certain of these assurances may not be applicable to your project or program. If you have questions, please contact the Awarding Agency. Further, certain Federal assistance awarding agencies may require applicants to certify to additional assurances. If such is the case, you will be notified.

As the duly authorized representative of the applicant, I certify that the applicant:

1. Has the legal authority to apply for Federal assistance, and the institutional, managerial and financial capability (including funds sufficient to pay the non-Federal share of project costs) to ensure proper planning, management and completion of the project described in this application.
2. Will give the awarding agency, the Comptroller General of the United States and, if appropriate, the State, through any authorized representative, access to and the right to examine all records, books, papers, or documents related to the assistance; and will establish a proper accounting system in accordance with generally accepted accounting standards or agency directives.
3. Will not dispose of, modify the use of, or change the terms of the real property title, or other interest in the site and facilities without permission and instructions from the awarding agency. Will record the Federal interest in the title of real property in accordance with awarding agency directives and will include a covenant in the title of real property acquired in whole or in part with Federal assistance funds to assure non-discrimination during the useful life of the project.
4. Will comply with the requirements of the assistance awarding agency with regard to the drafting, review and approval of construction plans and specifications.
5. Will provide and maintain competent and adequate engineering supervision at the construction site to ensure that the complete work conforms with the approved plans and specifications and will furnish progress reports and such other information as may be required by the assistance awarding agency or State.
6. Will initiate and complete the work within the applicable time frame after receipt of approval of the awarding agency.
7. Will establish safeguards to prohibit employees from using their positions for a purpose that constitutes or presents the appearance of personal or organizational conflict of interest, or personal gain.
8. Will comply with the Intergovernmental Personnel Act of 1970 (42 U.S.C. §§4728-4763) relating to prescribed standards for merit systems for programs funded under one of the 19 statutes or regulations specified in Appendix A of OPM's Standards for a Merit System of Personnel Administration (5 C.F.R. 900, Subpart F).
9. Will comply with the Lead-Based Paint Poisoning Prevention Act (42 U.S.C. §54801 et seq.) which prohibits the use of lead-based paint in construction or rehabilitation of residence structures.
10. Will comply with all Federal statutes relating to non-discrimination. These include but are not limited to: (a) Title VI of the Civil Rights Act of 1964 (P.L. 88-352) which prohibits discrimination on the basis of race, color or national origin; (b) Title IX of the Education Amendments of 1972, as amended (20 U.S.C. §§1681-1683, and 1685-1686), which prohibits discrimination on the basis of sex; (c) Section 504 of the Rehabilitation Act of 1973, as amended (29 U.S.C. §794), which prohibits discrimination on the basis of handicaps; (d) the Age Discrimination Act of 1975, as amended (42 U.S.C. §§6101-6107), which prohibits discrimination on the basis of age; (e) the Drug Abuse Office and Treatment Act of 1972 (P.L. 92-255), as amended, relating to nondiscrimination on the basis of drug abuse; (f) the Comprehensive Alcohol Abuse and Alcoholism Prevention, Treatment and Rehabilitation Act of 1970 (P.L. 91-616), as amended, relating to nondiscrimination on the basis of alcohol abuse or alcoholism; (g) §§523 and 527 of the Public Health Service Act of 1912 (42 U.S.C. §§290 dd-3 and 290 ee 3), as amended, relating to confidentiality of alcohol and drug abuse patient records; (h) Title VIII of the Civil Rights Act of 1968 (42 U.S.C. §3601 et seq.), as amended, relating to nondiscrimination in the sale, rental or financing of housing; (i) any other nondiscrimination provisions in the specific statute(s) under which application for Federal assistance is being made; and, (j) the requirements of any other nondiscrimination statute(s) which may apply to the application.

11. Will comply, or has already complied, with the requirements of Titles II and III of the Uniform Relocation Assistance and Real Property Acquisition Policies Act of 1970 (P.L. 91-646) which provide for fair and equitable treatment of persons displaced or whose property is acquired as a result of Federal and federally-assisted programs. These requirements apply to all interests in real property acquired for project purposes regardless of Federal participation in purchases.
12. Will comply with the provisions of the Hatch Act (5 U.S.C. §§1501-1508 and 7324-7328) which limit the political activities of employees whose principal employment activities are funded in whole or in part with Federal funds.
13. Will comply, as applicable, with the provisions of the Davis-Bacon Act (40 U.S.C. §§276a to 276a-7), the Copeland Act (40 U.S.C. §276c and 18 U.S.C. §874), and the Contract Work Hours and Safety Standards Act (40 U.S.C. §§327- 333) regarding labor standards for federally-assisted construction subagreements.
14. Will comply with flood insurance purchase requirements of Section 102(a) of the Flood Disaster Protection Act of 1973 (P.L. 93-234) which requires recipients in a special flood hazard area to participate in the program and to purchase flood insurance if the total cost of insurable construction and acquisition is \$10,000 or more.
15. Will comply with environmental standards which may be prescribed pursuant to the following: (a) institution of environmental quality control measures under the National Environmental Policy Act of 1969 (P.L. 91-190) and Executive Order (EO) 11514; (b) notification of violating facilities pursuant to EO 11738; (c) protection of wetlands pursuant to EO 11990; (d) evaluation of flood hazards in floodplains in accordance with EO 11988; (e) assurance of project consistency with the approved State management program developed under the Coastal Zone Management Act of 1972 (16 U.S.C. §§1451 et seq.); (f) conformity of Federal actions to State (Clean Air) Implementation Plans under Section 176(c) of the Clean Air Act of 1955, as amended (42 U.S.C. §§7401 et seq.); (g) protection of underground sources of drinking water under the Safe Drinking Water Act of 1974, as amended (P.L. 93-523); and, (h) protection of endangered species under the Endangered Species Act of 1973, as amended (P.L. 93-205).
16. Will comply with the Wild and Scenic Rivers Act of 1968 (16 U.S.C. §§1271 et seq.) related to protecting components or potential components of the national wild and scenic rivers system.
17. Will assist the awarding agency in assuring compliance with Section 106 of the National Historic Preservation Act of 1966, as amended (16 U.S.C. §470), EO 11593 (identification and protection of historic properties), and the Archaeological and Historic Preservation Act of 1974 (16 U.S.C. §§469a-1 et seq.).
18. Will cause to be performed the required financial and compliance audits in accordance with the Single Audit Act Amendments of 1996 and OMB Circular No. A-133, "Audits of States, Local Governments, and Non-Profit Organizations."
19. Will comply with all applicable requirements of all other Federal laws, executive orders, regulations, and policies governing this program.

SIGNATURE OF AUTHORIZED CERTIFYING OFFICIAL		TITLE
Pete Kompkoff 		President
APPLICANT ORGANIZATION		DATE SUBMITTED
Chenega IRA Council Award 367-08		2-22-08

***Award Conditions to the Financial Assistance Award  
Between the Denali Commission and  
Chenega IRA Council for Chenega Bay Community Roads Construction  
Award No. 367-08  
February 2008***

***1. Scope of Work***

The Denali Commission is providing \$1.2 million in Section 1960 SAFTEA-LU funds for the subject project. The Chenega IRA Council is providing \$2 million and the State of Alaska is providing \$108,360 in General Funds for the project. The estimated total cost of the project is \$3,308,360. The Chenega Bay road project includes improvements for the rehabilitation or rerouting of 0.7 miles of roadway. Local roads are generally 18-24 feet wide with 60 foot right of ways. One road to the existing boat harbor will be realigned. Two community roads will be rehabilitated and a dust control medium will be applied to the main roads and driveways within the community. The dust control surfacing will be a blend of sand and gravel (D-1) and STE-1 oil placed in three layers for a total depth of 6". Service life for road construction and rehabilitation improvements are expected to be:

- Asphalt-like surfacing – 10 years
- Drainage – 20 years
- Embankment – 25 years
- New Construction – 25+ years

The project sponsor, Chenega IRA Council, (Recipient) has demonstrated the administrative capability for managing Denali Commission funds, as documented by the Denali Commission Transportation Program Manager (Manager) and retained in the subject award file. Denali Commission, in consultation with the Federal Highway Administration, Alaska Division (FHWA) will provide financial management and project development technical assistance throughout the project to assist in successful project execution.

All payments for design and/or construction tasks associated with the subject project are on a reimbursable payment basis.

Contractual and consulting services used in this project shall be procured in an open and fair competitive manner, consistent with the Federal Acquisition Requirements (FARS) and other applicable federal law.

Contractual services procured through sole-source contracts, or through processes that do not meet the FAR and/or Title 23 requirements, will not be eligible for Denali Commission funding.

Prior to starting the competitive-bid process for design engineering and/or construction management services, the Recipient will meet in a pre-bid meeting with the Manager to review the procurement process.

The Manager, in consultation with FHWA, will work with the Recipient to develop a procurement process applicable to project conditions. The Manager will approve the procurement process prior to advertising for design engineering and/or construction management services.

Subsequent to the successful award of a design engineering and/or construction management contract, the Recipient, the successful firm and the Manager will conduct a post-award meeting to review FHWA requirements associated with the contract tasks.

#### DESIGN PROJECTS

Design development and management will begin with a competitive bid process for design engineering services that meets Title 23 USC requirements, including advertising in regional and statewide publications. Prior to advertising, the project sponsor will submit the procurement process and advertising package to the Manager for approval. Subsequent to selection, the Recipient will conduct a post-award meeting as outlined in the paragraph above.

A selected design-qualified engineering firm will execute tasks and develop products including, the National Environmental Policy Act (NEPA), design, utilities, and Right of Way approvals, including the Buy America Steel program, appropriate for Title 23 USC requirements and site conditions. The Manager, in consultation with FHWA will conduct subsequent product reviews and approvals as needed. If the project is funded for and scheduled for construction, the engineering firm will prepare construction bid documents for review and approval, and will execute subsequent advertising, selection and negotiation tasks for the Recipient.

#### CONSTRUCTION

Construction Management will be accomplished through a qualified construction management firm, selected by the Recipient through a competitive bid process compatible with Title 23 USC requirements. Prior to advertising, the project sponsor will submit the procurement process and advertising package to the Manager for approval.

If construction bid documents are not in place for the Denali Commission funded project, the selected engineering firm will prepare construction bid documents for approval, and will execute subsequent advertising, selection and negotiation tasks for the Recipient.

The Recipient, through the selected engineering firm, will execute construction under Davis-Bacon wage requirements and in accordance with the project's approved NEPA environmental documents, Corps of Engineers permits, and other federal, state and local permits.

The Recipient owns the facility and will ensure a clear Right of Way adequate for construction. The approved environmental and Right of Way documents will be retained in the project's file at Denali Commission. The Recipient is responsible for ongoing maintenance after construction is complete.

All Denali Commission funding is intended for use within the scope of work identified in the Award document only. Any balance of funds remaining after the full scope of work has been completed will be returned to the Denali Commission.

## ***2. Milestones***

The following milestones are identified as the major steps to be completed as part of the project. "Planned" dates for the first milestone are included here. As part of each progress report, Chenega IRA Council reporting systems will update the progress toward meeting these milestones (see section 7, Reporting).

Milestone	Planned		Actual		Units	Total Cost At Completion
	Start Date	End Date	Start Date	End Date		
Construction Phase	12/01/2007	12/31/2008			0	\$0.00
Project Close-out	01/01/2009	03/31/2009			0	\$0.00

## ***3. Award Performance Period***

The Award performance period is December 1, 2007 through March 31, 2009. This is the period during which Award recipients can incur obligations or costs against this Award.

## ***4. Direct and Indirect Costs***

Direct costs associated with the Chenega Bay BIA Road Project are allowed under this document. Indirect costs associated with Chenega IRA Council management of Denali Commission funds are allowed at the rate established by Denali Commission at 4.88% for 2007 and approved by FHWA for Title 23 funds.

## ***5. Budget and Program Revisions***

The Uniform Administrative Requirements, OMB Circular A-102, apply to this Award. Please refer to this circular for specific details on revisions to this Award. The circular requires Chenega IRA Council to inform the Denali Commission in writing at the earliest possible date of any unanticipated project cost overrun, project schedule delays, or changes in the project scope or changed site conditions.

## ***6. Payments***

Payments under this Award will be made by electronic transfer in response to a "Request for Advance or Reimbursement", Standard Form 270 (SF-270) submitted by the Chenega IRA Council. Requests for reimbursements may be made at the end of each quarter and should be submitted no later than 30 days after the federal quarter. The SF-270 must be submitted to the Denali Commission via fax, e-mail ([finance@denali.gov](mailto:finance@denali.gov)) or mail in order for payment to be processed. The form is available on the OMB website: [http://www.whitehouse.gov/OMB/grants/grants\\_forms.html](http://www.whitehouse.gov/OMB/grants/grants_forms.html). Payments shall be made in accordance with OMB Circular A-102. Please contact the Denali Commission's Finance Manager at (907) 271-1414 for further information about submitting this form. **No interest will be accrued on these funds.**

## **7. Reporting**

Two forms of project reporting are required under this Award, listed below. The Chenega IRA Council shall submit reports using the Denali Commission's on-line Project Database System, available at [www.denali.gov](http://www.denali.gov). If there are technical limitations which may prevent the recipient from meeting this requirement, please contact the Program Manager listed in this agreement.

- a. **Progress Reports** shall be submitted on a quarterly basis. The first reporting period is December 1, 2007 through December 31, 2007 and quarterly thereafter. Reports are due within 30 days of the end of the reporting period. Progress reports shall include the following:
  - i. Total project funding, including both Denali Commission funding and other project funding sources.
  - ii. The total project expenditures for the project as of the end of the reporting period, including both Denali Commission and other funding sources.
  - iii. Updated schedule and milestone information as identified in the Scope of Work
  - iv. Narrative summary of the project status and accomplishments to date, and address the following questions: is the project on schedule, is the project on budget, and what actions are planned to address any project problems.
  - v. Photographic documentation of project progress shall be provided with the progress reports for active construction projects. The photo documentation shall include a minimum of three, dated photos during the construction period such that a complete record of the construction is maintained over time, from "before," showing the situation before the start of construction, to "during" showing work proceeding on the project, and "after" to show the finished project. Photos shall be provided in a digital format as part of the on-line report. A short description of the activity and names of those in the photos shall also be provided.

- b. **Federal Single Audits** shall be submitted annually, when required. In accordance with OMB Circular A-133, which requires [subpart 200] "Non-Federal entities that expend \$500,000 or more in a year in Federal awards shall have a single or program-specific audit conducted for that year in accordance with the provisions of this part [subpart 205]. The determination of when an award is expended should be based on when the activity related to the award occurs."

Recipients shall also submit single audits to the Federal Clearinghouse as designated by OMB. Information can be found on the following web-site:

<http://harvester.census.gov/sac/>

### **8. *Project/Award Close-Out***

The project close-out report shall be completed within 90 days of the end of the Award performance period or within 90 days of the completion of the project, whichever is earlier. Recipients must also draw down any remaining funds for expenditures incurred under this award during this 90-day period.

The project close-out report shall be submitted on-line through the Denali Commission on-line Project Database System, available at [www.denali.gov](http://www.denali.gov). The project close out will require the recipient to submit the following information:

- a. Final data for each item listed in paragraph 7(a) "Progress Reports"
- b. Final project expenditures itemized by the following categories: planning & design; materials & equipment; freight; labor; project administration/overhead and other expenses.
- c. Acknowledgement of support: For all construction projects, the Award recipient shall display a sign that acknowledges the Government's support for the project(s) developed under this Award. The Commission will provide an appropriate sign. The Award recipient must request an indoor and/or an outdoor sign from Denali Commission. Pickup or delivery of the sign can be arranged at that time.

### **9. *Public Policy Laws and Assurances***

Award Recipients are required to comply with the public policy laws and assurances on Standard Forms SF 424d (construction projects). This form must also be signed by a certifying official of the organization. The attached Federal Highway Administration Form 47 is also required for reporting on construction phase activities funding under CFR Title 23 regulations. Some of the laws are highlighted below for your reference.

To the maximum extent practicable, considering applicable laws, Funding Recipients shall accomplish the project contemplated by the Award using local Alaska firms and labor.



No portion of this award may be used for lobbying or propaganda purposes as prohibited by 18 U.S.C. Section 1913 or Section 607(a) of Public Law 96-74.

Project level environmental reviews in accordance with the National Environmental Policy Act (NEPA) and the National Historic Preservation Act (NHPA) will be prepared as part of project design for Denali Commission approval.

#### ***10. Non-Compliance with Award Conditions***

Recipients not in compliance with the terms and conditions of this Financial Assistance Award will be notified by the Denali Commission. The Denali Commission will work with the recipient to identify the steps necessary to bring them back into compliance, and will establish an appropriate time frame for the corrections to be made. If the corrections have not been made by the deadline, the Denali Commission reserves the right to either suspend or unilaterally terminate the Financial Assistance Award for non-performance.

#### ***11. Program Manager, Financial Manager & Other Contact Information***

<b>Denali Commission</b>	<b>Chenega IRA Council</b>
Mr. Mike McKinnon Transportation Program Manager 510 L Street, Suite 410 Anchorage, AK 99501 Phone: 907-586-1986 Fax: 907-271-1415 E-mail: <a href="mailto:mgmckinnon@gci.net">mgmckinnon@gci.net</a>	Mr. Pete Kompkoff President P.O. Box 8079 Chenega Bay, AK 99574-8079 Phone: 907-573-5132 Fax: 907-573-5120 Email: <a href="mailto:chenegaira@yahoo.com">chenegaira@yahoo.com</a>
Ms. Betty Sorensen Grants Administrator 510 L Street, Suite 410 Anchorage, AK 99501 Phone: 907-271-3415 Fax: 907-271-1415 E-mail: <a href="mailto:bsorensen@denali.gov">bsorensen@denali.gov</a>	Mr. Charley Robertson Bookkeeper P.O. Box 8079 Chenega Bay, AK 99574-8079 Phone: 907-573-5134 Fax: 907-573-5120 Email: <a href="mailto:chenegaira@yahoo.com">chenegaira@yahoo.com</a>



Federal Highway  
Administration



# Memorandum

SENT VIA ELECTRONIC MAIL

Subject: ACTION: Denali Access System Program  
Memorandum of Understanding

Date: June 29, 2006

From: David C. Miller *David C. Miller*  
Division Administrator

Refer to: HDA-AK  
File #: Denali Commission

To: J. Richard Capka  
Administrator

I am attaching for your signature two copies of a MOU for the Denali Access System Program. This MOU enables the FHWA to fulfill our obligation to implement the requirements enacted under Section 1960 of the Safe, Accountable, Flexible, Efficient Transportation Equity Act: A Legacy for Users ("SAFETEA-LU").

Please sign each of the two copies and the cover letter transmitting the MOU to the Denali Commission.

If you have any questions about the MOU, please let me know.

#### Attachments

Background Statement  
2 copies of the MOU  
Cover letter forwarding MOU to the Denali Commission

#### Cc:

King Gee, HIF-1  
Dwight Horne, HIPA-1  
Vince Barone, HIPA-10



U.S. Department  
of Transportation  
**Federal Highway  
Administration**

Office of the Administrator

400 Seventh St., S.W.  
Washington, D.C. 20590

July 6, 2006

Refer to: HIPA-10

Mr. George J. Cannelos  
Federal Co-chair  
Denali Commission  
510 L Street, Suite 410  
Anchorage, AK 99501

Dear Mr. Cannelos:

As you are aware, provisions in the Safe Accountable Flexible Efficient Transportation Equity Act: A Legacy for Users required the establishment of the Denali Access System Program. As part of the transportation reauthorization legislation, the Secretary of Transportation is to establish a program to pay the costs of planning, designing, engineering, and constructing road and other surface transportation infrastructure identified for the Denali Access System Program. The enclosed Memorandum of Understanding implements these requirements.

The Federal Highway Administration (FHWA) has worked closely with the Denali Commission over the past several months to fulfill these requirements. We are submitting two original copies of the MOU for your signature. Please sign both copies, keep one for your files and return the other one to Mr. Vincent P. Barone, Federal-aid Program Team Leader, via Federal Express at the following address: Federal Highway Administration, HIPA-10, 400 Seventh Street, SW., Room 3134, Washington, D.C. 20590, 202-366-4652.

I look forward to our continued cooperation with the Denali Commission. If you have any questions, please contact either Dave Miller or Karen Schmidt of the FHWA Alaska Division office at 907-586-7418.

Sincerely,

J. Richard Capka  
Administrator

Enclosure



**MEMORANDUM OF UNDERSTANDING  
BETWEEN  
THE DENALI COMMISSION  
AND  
THE FEDERAL HIGHWAY ADMINISTRATION  
RELATING TO  
THE DENALI ACCESS SYSTEM PROGRAM  
AUTHORIZED IN SAFETEA-LU (PL 109-59)**

**I. Purpose**

The purpose of this Memorandum of Understanding (MOU) is to implement the requirements of Section 309 of the Denali Commission Act of 1998 ("Act") (Pub. L. No. 105-277, Division C, Title III, 112 Stat. 2681-637, as amended [codified at 42 U.S.C. 3121 note]) by Section 1960 of the Safe, Accountable, Flexible, Efficient Transportation Equity Act: A Legacy for Users ("SAFETEA-LU") (Pub.L. No. 109-59, 119 Stat. 1144).

**II. Authority**

This agreement is entered into by the Federal Highway Administration (FHWA) and the Denali Commission (Commission) pursuant to SAFETEA-LU which redesignated and replaced Section 309 of the Act.

**III. The Commission agrees to:**

- A. Provide SAFETEA-LU funds to capable agencies for the planning, design and construction of road and other surface transportation infrastructure in Alaska Native villages and rural communities.
- B. Distribute SAFETEA-LU funds in accordance with Commission methodologies and procedures; consider recommendations by the Denali Access System Program Advisory Committee (a.k.a. Transportation Advisory Committee).
- C. Comply with Title 23, U.S.C., Federal-aid program requirements, except as noted below. These requirements include, but are not limited to, metropolitan and statewide planning; procurement of engineering and design related service contracts; Title VI of the Civil Rights Act; prevailing wage rates; acquisition of right-of-way; right-of-way approvals; utility approvals; environmental approvals; design approvals; Plans, Specifications & Estimates (PS&E) approvals; concurrence in awards; and construction-related activities.

**1. Exceptions to Title 23, U.S.C.:**

- a) Preference to Alaska Materials and Products – To construct a project under Section 309 of the Act, the Commission shall encourage, to the maximum extent practicable, the use of employees and businesses that are residents of Alaska.

- b) Design Standards – Each project carried out under Section 309 of the Act shall use technology and design standards determined by the Commission to be appropriate given the location and functionality of the project.
- c) For purposes of projects carried out under Section 309 of the Act, the Commission shall be designated as the lead agency for purposes of accepting Federal funds and for purposes of carrying out this project.
- d) The Commission may utilize their own Federal contracting requirements for the letting of contracts.

IV. The FHWA agrees to:

Allocate funding, authorized and made available, to the Commission under Section 309 of the Act to pay the costs of planning, designing, engineering, and constructing road and other surface transportation infrastructure identified for the Denali Access System Program.

V. Funding and Reporting

- A. The Commission may use funds made available for the Denali Access System Program to meet the non-Federal share of the cost of projects being developed under Title 23 U.S.C.;
- B. The Federal share of the cost of any project that is solely being administered by the Denali Commission shall be determined in accordance with Section 120 (b) of Title 23 U.S.C. The non-Federal share match for these funds must come from non-Federal sources, unless the source of Federal funds has specific legislative authority that allows the match to be other Federal funds; and
- C. Submit periodic reports to FHWA that summarize project development and construction activities. On a monthly basis, submit a year-to-date trial balance for all funds allocated by program and Treasury Symbol, no later than 5 working days from the end of the month, and an SF 133 by program no later than 15 calendar days from the end of the month. On a quarterly basis, submit a request for liquidating cash via SF 1151 (Nonexpenditure Transfer Authorization). Upon year-end closing (by the 8<sup>th</sup> working day following fiscal year-end), submit a breakout of obligations by program and object class, and a full-time equivalent (FTE) report. The fourth quarter report will include an annual program summary that includes number and types of projects, a final expenditure report and status of project completion.

VI. Point of Contact for the Commission and the FHWA:

For the Denali Commission:  
Director of Finance and Administration  
Denali Commission  
510 L Street, Suite 410  
Anchorage, AK 99501

907 271-1414 phone  
907 271-1415 fax  
888 480-4321 toll free

For the Federal Highway Administration:  
Deputy Division Administrator  
FHWA Alaska Division  
P.O. Box 21648  
Juneau, AK 99802

907 586-7418 phone  
907 586-7420 fax

#### VII. SUMMARY

This agreement shall become effective on the date of the approving signatures.  
Termination of this agreement or renegotiation of any part shall be by the mutual concurrence of both parties.

APPROVED

By the Denali Commission

\_\_\_\_\_  
George J. Cannelos  
Federal Co-Chair

\_\_\_\_\_  
Date

By the Federal Highway Administration:

\_\_\_\_\_  
J. Richard Capka  
Administrator

6 JUL 06  
\_\_\_\_\_  
Date



U.S. Department  
of Transportation  
Federal Highway  
Administration

# STATEMENT OF MATERIALS AND LABOR USED BY CONTRACTORS ON HIGHWAY CONSTRUCTION INVOLVING FEDERAL FUNDS

**PART A** To be completed by FHWA or State Highway Personnel (See instructions on reverse)

STATE*		COUNTY		FEDERAL PROJECT NO.*		URBAN ( ) RURAL ( )*	
ITEM	DESCRIPTION		ROADWAY		BRIDGE (Over 20 ft)		DATE STARTED*
CONSTRUCTION TYPE CODES							
1	LENGTH OF PROJECT		MILES			DATE COMPLETED*	
2	FINAL* CONSTRUCTION COST		DOL			TOTAL NO. BRIDGES	

**PART B** To be completed by; contractor - see instructions on reverse (REMARKS Attach a plain sheet of paper)

3	LABOR* TOTAL PROJECT		TOTAL LABOR-HOURS		GROSS EARNINGS		28 CLAY PIPE	
ITEM		DESCRIPTION	UNIT	PROJECT QUANTITY	CULVERT ITEMS		SIZE (In.)	LGTH (Lin ft)
4	TOTAL COST OF ALL MATERIALS AND SUPPLIES*		DOL.		26 CORR. STEEL CULVERT			
5	PETROLEUM PRODUCTS*		GAL.					
6	CEMENT		BBL.					
7			LB.					
8			TON.					
9	AGGREGATES PURCHASED		TON.				29 CORR. ALUMINUM CULVERT	
10			CU. YD.					
11	BITUMINOUS MATERIAL		GAL.					
12	LUMBER		THSD. BD. FT.					
13	REINFORCING STEEL		LB.					
14	STRUCTURAL STEEL		LB.		27 CONCRETE PIPE			
15	READY-MIXED CONCRETE		CU. YD.					
16	PREMIXED BITUMINOUS PAVING MATERIALS		TON.					
17	AGGREGATES PRODUCED		TON.					
18			CU. YD.				30 PLASTIC PIPE	
19	MISCELLANEOUS STEEL		LB.					
20	NOISE BARRIERS		LIN. FT.					
21	GUARDRAIL		LIN. FT.					
22	BRIDGE RAIL		LIN. FT.					
23	FINAL CONTRACT AMOUNT FOR SIGNS		DOL.					
24	FINAL CONTRACT AMT. FOR LIGHTING		DOL.					
25	FINAL CONTRACT AMT. FOR TRAFFIC SIGNALS		DOL.					

\*MUST BE REPORTED ON ALL REPORTS

REVIEWED BY

DATE

DISCARD BEFORE  
SUBMISSION

DEPARTMENT OF TRANSPORTATION  
Federal Highway Administration

SUPPLEMENTAL  
INFORMATION

**STATEMENT OF MATERIALS AND LABOR USED BY  
CONTRACTORS ON HIGHWAY CONSTRUCTION INVOLVING FEDERAL FUNDS**

According to the Paperwork Reduction Act of 1995, no persons are required to respond to a collection of information unless it displays a valid OMB control number. The valid OMB control number for this form is 2125-0033. The average completion time for this form is 5 hours. If you wish to make suggestions, please fax them to 202-366-3988; or mail to:

Federal Highway Administration  
Construction Cost Analysis Group, HNG-13  
400 7th Street, SW  
Washington, D.C. 20590





Denali Commission  
510 L Street, Suite 410  
Anchorage, Alaska 99501

907.271.1414 *tel*  
907.271.1415 *fax*  
888.480.4321 *toll free*

[www.denali.gov](http://www.denali.gov)

## LETTER OF TRANSMITTAL

To: Mr. Pete Kompkoff President Chenega IRA Council P.O. Box 8079 Chenega Bay, AK 99574-8079	Date: December 2007
	Re: Financial Assistance Award # 367-08

We are forwarding ☒ attached ☐ under separate cover, via Priority Mail, the following items:

Copies	Date	Description
2	12/2007	Financial Assistance Award
2	12/2007	Award Conditions
2	12/2007	Construction Assurances
1	12/2007	Denali Commission & FHWA MOU
1	12/2007	FHWA Form 47

These are transmitted:

☒ ***For Your Signature\*\****

☐ For Your Information

☐ As Requested

***\*\* If the conditions of the Award, as presented in these documents, are acceptable to you, please sign both original documents.***

***Return one of the signed Award documents and retain the other for your records.***

Remarks:

Sincerely,

George J. Cannelos  
Federal Co-Chair